



**NEVADA ENVIRONMENTAL RESPONSE TRUST
LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
BUT SOLELY IN ITS REPRESENTATIVE CAPACITY AS TRUSTEE**

*Statement of Cash and Investments and Related Statement
of Cash Receipts and Cash Disbursements
December 31, 2019*

**NEVADA ENVIRONMENTAL RESPONSE TRUST
LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
BUT SOLELY IN ITS REPRESENTATIVE CAPACITY AS TRUSTEE**
STATEMENT OF CASH AND INVESTMENTS AND RELATED STATEMENT
OF CASH RECEIPTS AND CASH DISBURSEMENTS
DECEMBER 31, 2019

- 2 -

TABLE OF CONTENTS

	<u>PAGE</u>
Accountants' Compilation Report	3
Statement of Cash and Investments	4
Statement of Cash Receipts and Cash Disbursements	5
Supplementary Information	
Schedule of Cash Receipts and Cash Disbursements – Administrative Account	7
Schedule of Cash Receipts and Cash Disbursements – Environmental Cost Account	8

ACCOUNTANTS' COMPILATION REPORT

To Le Petomane XXVII, Inc., not individually, but solely in its representative capacity as Trustee of the Nevada Environmental Response Trust
Henderson, Nevada

Management is responsible for the accompanying statement of cash and investments of the Nevada Environmental Response Trust as of December 31, 2019 and the related statement of cash receipts and cash disbursements for the three months ended December 31, 2019 in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement, and for determining that the accounting requirements per the Nevada Environmental Response Trust Agreement is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the statement of cash and investments or the related statement of cash receipts and cash disbursements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the statement of cash and investments and the statement of cash receipts and cash disbursements.

The statement of cash and investments and the statement of cash receipts and cash disbursements is prepared in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the accounting requirements of the Nevada Environmental Response Trust Agreement. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The accompanying schedules of cash receipts and cash disbursements on pages 7 and 8 are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Kutchins, Robbins & Diamond, Ltd.

Chicago, Illinois
January 16, 2020

**NEVADA ENVIRONMENTAL RESPONSE TRUST
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- 4 -

STATEMENT OF CASH AND INVESTMENTS

DECEMBER 31, 2019

See accountants' compilation report.

ASSETS

CASH AND CASH EQUIVALENTS

Checking account, US Bank	\$ 10,961,929.75
First American Government Obligation Fund, US Bank	<u>156,306,122.68</u>
Total cash and cash equivalents	<u>167,268,052.43</u>

MARKETABLE SECURITIES (AT COST)

U.S. Treasury notes	2,001,963.70
U.S. government agency obligations	553,103,361.39
Corporate bonds	112,842,641.85
Foreign bonds and notes	37,533,746.09
Domestic common stocks	201,518,083.77
Foreign stocks	<u>26,594,863.39</u>
Total marketable securities (at cost)	<u>933,594,660.19</u>

Total assets	<u><u>\$ 1,100,862,712.62</u></u>
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TRUST EQUITY

<u><u>\$ 1,100,862,712.62</u></u>

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- 5 -

ADMINISTRATIVE ACCOUNT AND ENVIRONMENTAL COST ACCOUNT

STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS

THREE MONTHS ENDED DECEMBER 31, 2019

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT SEPTEMBER 30, 2019

\$ 1,096,056,588.02

RECEIPTS

AIG Specialty Insurance	\$ 11,152.92
Basic Management, Inc.	2,625,000.00
The Landwell Company	2,625,000.00
Treco LLC - interest	102,132.75
Interest earned - First American Government Obligation Fund	269,114.32
Interest earned - U.S. government agency bonds and notes	3,997,477.60
Interest earned - U.S. Treasury notes	341,875.00
Interest earned - corporate bonds	440,075.70
Interest earned - foreign bonds	449,250.01
Dividends earned - domestic	1,619,778.76
Dividends earned - foreign	205,610.86
Accreted discount	391,209.15
Loss on sale of securities	(1,193,885.60)

11,883,791.47

DISBURSEMENTS

Amortized premiums	1,143,852.61
Asset Consulting Group	40,000.00
Bank and investment fees	183,995.15
Brantley Security Systems	147.00
EMD Acquisition LLC	43,158.31
Envirogen Technologies, Inc.	1,113,217.86
Epiq eDiscovery Solutions, Inc.	2,130.00
Foley & Lardner LLP	193,679.64
Kaempfer Crowell, LLP	8,843.54
Kutchins, Robbins & Diamond, Ltd.	6,675.96
LePetomane, Inc.	237,498.34
LePetomane XXVII, Inc.	131,054.00
Lewis Roca Rothgerber Christie LLP	34,435.46
Nevada Division of Environmental Protection	111,478.51
Nevada Division of Water Resources	720.00
NV Energy	32,477.30
Paychex, payroll expense	62,665.43
Ramboll US Corporation	2,175,011.06
Schiff Hardin LLP	23,118.00
Stimulus Technologies	1,072.50
Tetra Tech, Inc.	1,471,163.20
Travelers Insurance	1,273.00
United States Environmental Protection Agency	60,000.00

(7,077,666.87)

TOTAL CASH AND SECURITIES AT DECEMBER 31, 2019

\$ 1,100,862,712.62

SUPPLEMENTARY INFORMATION

**NEVADA ENVIRONMENTAL RESPONSE TRUST
LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
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- 7 -

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS

ADMINISTRATIVE ACCOUNT

THREE MONTHS ENDED DECEMBER 31, 2019

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT SEPTEMBER 30, 2019 \$ 59,067,762.63

RECEIPTS

Interest earned - First American Government Obligation Fund	\$ 16,807.03	
Interest earned - U.S. government agency bonds and notes	273,296.53	
Interest earned - corporate bonds	31,125.00	
Interest earned - foreign bonds	11,812.50	
Dividends earned - domestic	80,980.43	
Dividends earned - foreign	10,265.86	
Loss on sale of securities	(59,173.43)	
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		365,113.92

DISBURSEMENTS

Amortized premiums	71,974.89	
Asset Consulting Group	40,000.00	
Bank and investment fees	10,024.10	
Brantley Security Systems	147.00	
Foley & Lardner, LLP	36,718.88	
Kaempfer Crowell, LLP	6,635.54	
Kutchins, Robbins & Diamond, Ltd.	6,675.96	
LePetomane, Inc.	58,444.16	
LePetomane XXVII, Inc.	54,939.50	
Lewis Roca Rothgerber Christie LLP	6,376.50	
Schiff Hardin LLP	23,118.00	
Stimulus Technologies	285.00	
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		(315,339.53)

BALANCE AT DECEMBER 31, 2019 \$ 59,117,537.02

SUMMARY OF ADMINISTRATIVE CASH AND SECURITIES (AT COST) POSITIONS

Checking Account, US Bank		\$ 1,052,418.34
First American Government Obligation Fund, US Bank		5,905,433.17
U.S. Government agency obligations	\$ 33,088,792.46	
Corporate bonds	6,667,412.03	
Foreign bonds and notes	1,002,958.48	
Domestic common stocks	10,072,914.15	
Foreign stocks	1,327,608.39	
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Total marketable securities (at cost)		52,159,685.51
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		\$ 59,117,537.02

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LEPETOMANE XXVII, INC., NOT INDIVIDUALLY,
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- 8 -

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS

ENVIRONMENTAL COST ACCOUNT

THREE MONTHS ENDED DECEMBER 31, 2019

See accountants' compilation report.

TOTAL CASH AND SECURITIES AT SEPTEMBER 30, 2019 **\$ 1,036,988,825.39**

RECEIPTS

ALG Specialty Insurance	\$ 11,152.92	
Basic Management, Inc.	2,625,000.00	
The Landwell Company	2,625,000.00	
Treco LLC - interest	102,132.75	
Interest earned - First American Government Obligation Fund	252,307.29	
Interest earned - U.S. government agency bonds and notes	3,724,181.07	
Interest earned - U.S. Treasury notes	341,875.00	
Interest earned - corporate bonds	408,950.70	
Interest earned - foreign bonds	437,437.51	
Dividends earned - domestic	1,538,798.33	
Dividends earned - foreign	195,345.00	
Accreted discount	391,209.15	
Loss on sale of securities	(1,134,712.17)	
		11,518,677.55

DISBURSEMENTS

Amortized premiums	1,071,877.72	
Bank and investment fees	173,971.05	
EMD Acquisition LLC	43,158.31	
Envirogen Technologies, Inc.	1,113,217.86	
Epiq eDiscovery Solutions, Inc.	2,130.00	
Foley & Lardner LLP	156,960.76	
Kaempfer Crowell, LLP	2,208.00	
LePetomane, Inc.	179,054.18	
LePetomane XXVII, Inc.	76,114.50	
Lewis Roca Rothgerber Christie LLP	28,058.96	
Nevada Division of Environmental Protection	111,478.51	
Nevada Division of Water Resources	720.00	
NV Energy	32,477.30	
Paychex - payroll expense	62,665.43	
Ramboll US Corporation	2,175,011.06	
Stimulus Technologies	787.50	
Tetra Tech, Inc.	1,471,163.20	
Travelers Insurance	1,273.00	
United States Environmental Protection Agency	60,000.00	
		(6,762,327.34)

BALANCE AT DECEMBER 31, 2019 **\$ 1,041,745,175.60**

SUMMARY OF ENVIRONMENTAL CASH AND SECURITIES (AT COST) POSITIONS

Checking account, US Bank		\$ 9,909,511.41
First American Government Obligation Fund, US Bank		150,400,689.51
U.S. Treasury notes	\$ 2,001,963.70	
U.S. government agency obligations	520,014,568.93	
Corporate bonds	106,175,229.82	
Foreign bonds and notes	36,530,787.61	
Domestic common stocks	191,445,169.62	
Foreign stocks	25,267,255.00	
Total marketable securities (at cost)		881,434,974.68
		\$ 1,041,745,175.60